

OVERVIEW

Fall 2005

National

Security

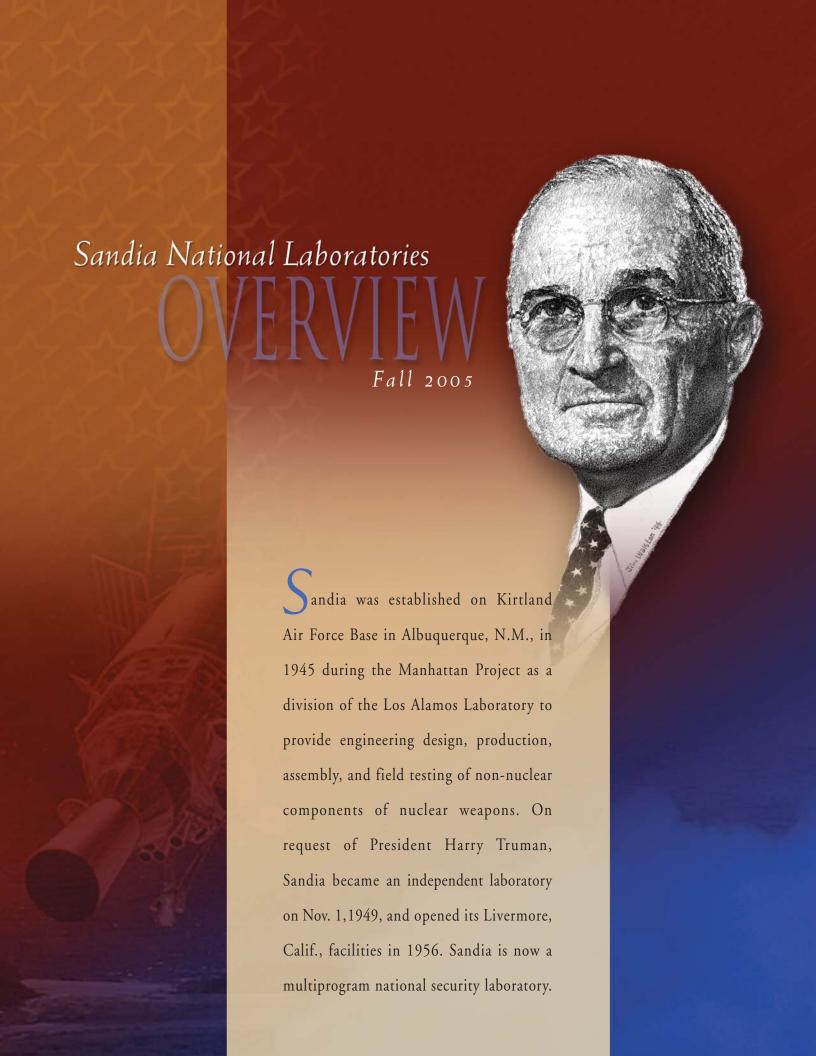
is Our

Business



Sandia National Laboratories

A Department of Energy National Laboratory



Sandia at a Glance

Missions: Sandia's missions meet national needs in five key areas:

- Nuclear Weapons Ensuring the stockpile is safe, secure, reliable, and can support our nation's deterrence policy
- Nonproliferation and Assessments Reducing the proliferation of weapons of mass destruction, the threat of nuclear accidents, and the potential for damage to the environment
- Military Technologies and Applications Helping to maintain superiority of our armed forces
- Homeland Security Helping to protect our nation against terrorism
- Energy and Infrastructure Assurance Keeping America's resources and information flowing

Research Foundations and Emerging Areas:

- Materials and process sciences
- Computational and information sciences
- Microelectronics and photonics sciences
- Engineering sciences
- Pulsed power sciences

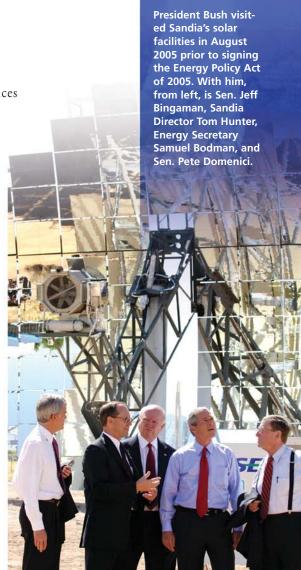
- Manufacturing sciences
- Surety sciences
- Chemical and earth sciences
- Biotechnology

Employees: About 8,600 (full-time equivalents)

Locations: Main facilities in Albuquerque, N.M., and Livermore, Calif.; missile test ranges in Tonopah, Nev., and Kauai, Hawaii; the Pantex Plant weapons facility near Amarillo, Texas; and the Carlsbad, N.M., Field Office, which leads the nation's transuranic waste disposal efforts.

Annual Budget: About \$2.27 billion (FY06 projected)

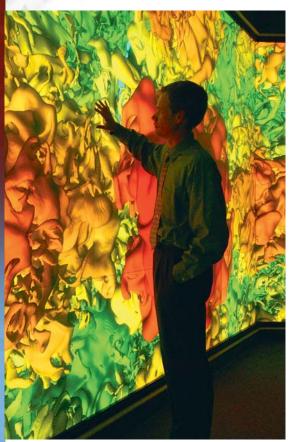
Management: Sandia is managed by a subsidiary of Lockheed Martin Corporation for the Department of Energy's (DOE) National Nuclear Security Administration (NNSA). Sandia also works for and partners with other DOE agencies, the Department of Defense (DoD), the Department of Homeland Security (DHS), other federal, state, and local agencies and governments, private industry, and academic institutions to accomplish our missions.



National Security is Our Business

Sandia began in the mid-1940s with a single mission around nuclear weapons design and production, and has since grown into a broad national security laboratory encompassing a variety of technologies and programs. Sandia's core purpose today is to help our nation secure a peaceful and free world through technology. Our national security missions span five key areas, listed on the previous page and explained beginning on page 4.

A Sandian studies a materials interaction shown as a computer simulation in Sandia's visualization corridor. Computer modeling and simulations are becoming integral to understanding all types of complex phenomena in science and engineering.



In brief, we develop technologies to sustain, modernize, and protect our nuclear arsenal, prevent the spread of weapons of mass destruction, protect our national infrastructures, defend our nation against terrorism, provide new capabilities to our armed forces, and ensure the stability of our nation's energy and water supplies. Our science, technology, and engineering program ensures the nation will maintain national technological superiority and preparedness — keys to national defense, homeland security and our economic well-being.

We not only respond to national

security needs as they develop, we "think in the future tense" about new types of threats that may develop soon or even years down the road — and work to develop solutions before those threats become reality.

Examples of Sandia-developed national security technologies:

Throughout our 60-year history, Sandia has developed and refined numerous national security technologies and innovations. Notable examples include:





- Thousands of advancements that have made modern nuclear weapons increasingly safe, secure, and reliable.
- MicroChemLabTM, a handheld system that quickly and accurately detects and identifies harmful chemical and biological agents.
- Synthetic aperture radar, an all-weather, day/night imaging technology that enables mapping with a precision thousands of times greater than today's maps for both military and civilian applications.
- PAN DisrupterTM, which disables and dismantles explosive devices (without detonation) by defeating the physics of the devices.
- Decontamination foam, a nontoxic substance that can be sprayed quickly over wide areas, rendering harmless many dangerous chemical and biological agents.
- Intelligent machines and robotics that perform many security and law-enforcement tasks effectively and efficiently without putting humans in harm's way.
- Collective intelligence, the integration of computers, sensors, and robotic systems into highly refined systems that are able to collaboratively carry out highly complex tasks such as guarding a perimeter or searching a building for intruders or harmful substances.
- Cybersecurity systems that use software agents, much like white blood cells patrolling our vascular network, to detect and defend against computer hacking.
- Remote sensing for intelligence gathering, with platforms that range from unattended ground sensors, to unmanned aerial vehicles, to new, smaller satellites that can communicate information in real time.

Synthetic aperture radar (SAR) image of Washington, D.C. Sandia is the world's leader in developing the all-weather, day/night imaging technology.

Sandia developed shoulder-to-hand protective sleeves for combat personnel riding atop military vehicles. Demonstrated here by the soldier at top, the body armor protects arms against blast and flying debris effects.



Five National Security Mission Areas

1. Nuclear weapons: This is Sandia's biggest and most enduring mission. We are responsible for the research, design, and development of more than 90 percent of the 3,000 to 6,500 components of a modern nuclear weapon. These components include security systems, arming and fuzing mechanisms, safety systems, instrumentation, parachute systems, and aerodynamic design. We also conduct surviv-

ability tests, develop robotic systems to dismantle retired weapons, help clean nuclear waste sites, and test containers to ensure they protect nuclear materials during transport. Sandia uses highly sophisticated computer simulations and conducts nuclear fusion research to understand and model the behavior of nuclear weapons.

2. Nonproliferation and
Assessments (NP&A): Sandia
provides enabling systems, science,
technology, and expertise to reduce

the threat to the U.S. from weapons of mass destruction. We also provide performance and vulnerability assessments of U.S. and foreign technical capabilities and associated assessment tools and technologies. This is vital to national security because of advances in technologies for developing biological, as well as chemical, nuclear, and even unconventional weapons. The NP&A program supports U.S. efforts worldwide to reduce existing stocks of nuclear materials. We also support verification and monitoring efforts for detecting and controlling the proliferation of weapons of mass destruction.

3. Military Technologies and Applications: Sandia helps the U.S. maintain weapon-systems superiority, critical in fighting terrorism and equipping our armed forces for future conflicts. Our military is transforming from a focus on

Patricia Bonham checks W80 Command Disable System Tester that is used at the Department of Energy's Pantex Plant, America's only nuclear weapon assembly and disassembly facility.



major theater warfare to a force that is responsive, agile, and versatile. Sandia's strengths in basic and applied research, missile defense, surveillance and reconnaissance, robotics, modeling/simulation, and large system analysis and integration play a strategic role in this transformation. Sandia develops and fields advanced technologies that can detect, locate, characterize, defend against, and, if necessary, destroy increasingly sophisticated technologies being used by other nations and terrorist groups.

4. Homeland Security: Sandia's contributions to homeland security are diverse. We develop countermeasures and detection systems for threats involving radiological, nuclear, chemical, biological, and high-explosive materials. Sandia supports programs in threat assessment and analysis, border and transportation systems security, critical infrastructure protection, cyber security, and nuclear incident response for the U.S. Department of Homeland Security and other agencies. We actively support our nation's first responders with technology development and training for deploying these technologies under real-world conditions. Sandia helps DHS anticipate emerging threats to the homeland and invests in Laboratory-Directed Research and Development and

sponsor-directed research to counter them.

5. Energy and Infrastructure Assurance: Sandia develops solutions to ensure the nation has clean, abundant, and affordable energy and water. We are making strides in the areas of energy research, earth sciences, transportation systems, risk management technologies, environmental stewardship, and nuclear waste management. Sandia is also actively working to improve the nation's critical infrastructure surety (safety, security, and reliability). We are developing means to strengthen the infrastructure in the areas of transportation, electric power grid, oil and gas distribution, telecommunications, finance and banking, and vital human services.

before a test.

Sandia's annular core research reactor is used in various weapons and energy testing programs. Here, Ron Farmer inspects equipment

Sandia is working with the Air Force

and the defense

technology to advanced fighter

Strike Fighter.

industry to apply a variety of Sandia

aircraft including the

F-22 Raptor (seen here) and the Joint



The Hound handheld sniffer is being tested by law enforcement agencies for screening vehicles at border checkpoints for illegal drugs. The system was originally developed at Sandia for explosives detection.



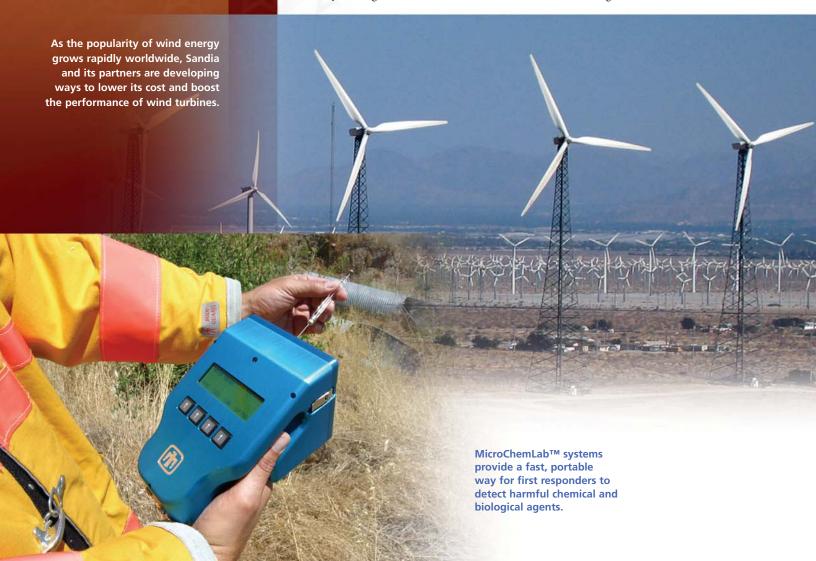


Technology Commercialization

Sandia has developed and helped commercialize many technologies.

The laminar-flow cleanroom, used worldwide for manufacturing microelectronics, pharmaceuticals, food products, and for hospital surgery, was invented at Sandia in 1960. The technology uses a uniform flow of filtered air from the ceiling to the floor grates, or wall to wall, to remove contaminants from the air.

Over the past decade, Sandia's groundbreaking work on wind turbine blades has garnered national attention, especially as the popularity of wind power grows. A recent multiyear project involving universities, contractors, and industry partners to develop advanced blade concepts culminated in a design that better withstands wind gusts and allows rotors to sweep greater areas and capture more energy without increasing loads or costs. Several blade manufacturers are currently in negotiation to commercialize the blade design.



Other commercialized technologies include:

- A walk-through explosives detection portal, developed for the Federal Aviation Administration to screen passengers for explosives.
- Bomb disablement technologies that allow bomb technicians to "render safe" both crude and sophisticated terrorist-type explosive devices without having to approach the bombs.
- A family of risk assessment methodologies (RAMs) that can be used for dams (RAM-D), power transmission systems (RAM-T), and water distribution systems (RAM-W) to identify and correct vulnerabilities.
- Gunpowder residue detector field kits that help police and military personnel instantly determine if someone has recently fired a weapon.
- Lithium battery anode material that may double the energy storage capacities of current anodes, leading to rechargeable lithium-ion batteries with more power, longer life, and smaller sizes.
- A spread-spectrum 2-D barcode that is more secure, reliable, and inexpensive than standard barcodes. The entire message can be read even when a significant fraction of the barcode is occluded or damaged.
- JessTM (Java Expert System Shell) is a rule engine that can build Java software with the capacity to "reason" using knowledge supplied by the user. Jess is small, light, and one of the fastest rule engines available.
- Hydrogen getter materials that reduce the risks of explosion when hydrogen mixes with oxygen in sealed items, such as electronics, heat-exchange equipment, vacuum maintenance, and batteryoperated devices by irreversibly scavenging unwanted hydrogen gas.
- Handheld and unmanned vehicle-carried MicroChemLabTM systems that can detect and signal chemical/biological agents for homeland security, defense, and environmental applications.



Explosives expert
Pam Walker and
Sandian Mike
Walker, an Army
Reserve major,
demonstrate a
Sandia-developed
instant shooter ID
kit that has been
commercialized by
Sandia partner Law
Enforcement
Technologies, Inc.

Sandia has some of the world's top bombdisablement experts and technology. Here, Chris Cherry briefs police bomb squad members before a live demonstration at a training session.



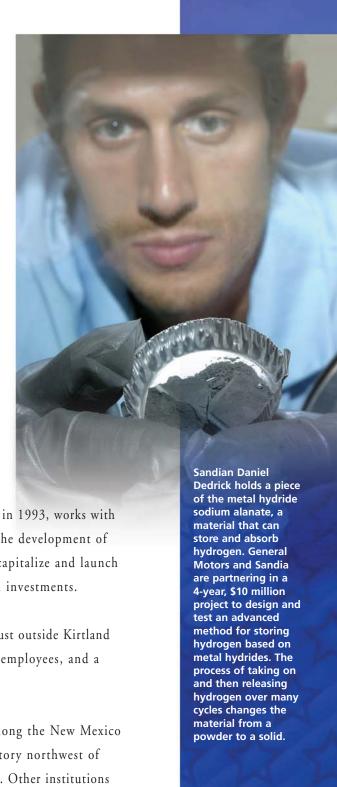
Among Sandia's many successful collaborations are those with:

- The Goodyear Tire and Rubber Co. to reduce tire cost and production time.
- Ford Motor Co. to evaluate the effectiveness of a cold-spray deposition process for powertrain components, engine bores, and tooling applications.
- EMCORE Corp. to develop high-speed optical transceiver modules that promise to make short-haul fiber optic communications faster and less expensive.
- General Atomics to perfect the day/night, all-weather synthetic aperture radar and to develop solid-state, high-operating-temperature, environmentally safe batteries.
- Lockheed Martin to develop sensors, power systems, data transmission and communications, high-performance electronics, and photonics and optical computing.

Technology Ventures Corp. (TVC), established by Lockheed Martin Corp. in 1993, works with Sandia to identify technologies with commercial potential, coordinates the development of business capabilities, and seeks sources of risk capital. TVC has helped capitalize and launch nearly 70 businesses, creating more than 6,200 jobs and \$516 million in investments.

The Sandia Science and Technology Park, a 200-acre campus-like setting just outside Kirtland Air Force Base in Albuquerque, is home to 20 companies, nearly 1,200 employees, and a state-of-the-art infrastructure.

Business and industry can tap into Sandia and other technical entities along the New Mexico Technology Corridor, which stretches from Los Alamos National Laboratory northwest of Santa Fe to New Mexico State University just north of the Mexican border. Other institutions within the corridor include Sandia, the U.S. Air Force Research Laboratory Phillips Research Site, the University of New Mexico, White Sands Missile Range, the Lovelace Respiratory Research Institute, and the New Mexico Institute of Mining and Technology.



Terry Litts demonstrates a template developed using rapid prototyping technology, a

capability of Sandia's Manufacturing Science

and Technology User Facility. The template, which fits precisely over the target area of a

surgeon to precisely control placement of the pedicle screws that are commonly used

patient's spine, allows an orthopedic

in spinal fusion surgery.

User Facilities

Many of Sandia's unique research and development facilities are available for use by U.S. industry, universities, other laboratories, government agencies, and the scientific community.

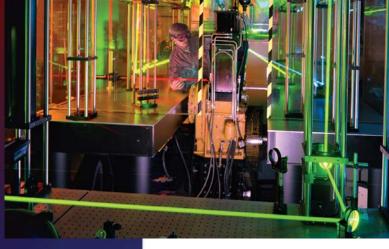
User facility agreements, which can be executed in as few as 30 days, require a statement of work prepared by technical representatives from Sandia and the sponsor. Each project must show benefit to the Department of Energy as well as the user. A company representative performs the work at the facility and Sandia provides support staff for maintenance and safety procedures.

The agreements allow use of the physical facilities, equipment, instrumentation, scientific expertise, and necessary operational personnel. Among the facilities available are:

- Advanced Battery Engineering Facility
- Center for Integrated
 Nanotechnologies
- Center for Security Systems
- Combustion Research Facility
- Design, Evaluation, and Test Facility
- Electronic Technologies User Facility

- Intelligent Systems and Robotics
 Center
- Ion Beam Materials Research Laboratory
- Manufacturing Science and Technology
- Materials and Process Diagnostics Facility
- Mechanical Test and Evaluation Facility
- National Solar Thermal Test Facility
- Nuclear Facilities Resource Center
- Orpheus Test Range (oil/geothermal drilling)
- Photovoltaic Laboratories
- Plasma Materials Test Facility
- Primary Standards Laboratory
- Pulsed Power and Systems Validation Facility
- Radiation Detector Analysis Laboratory
- Shock Technology and Applied Research (STAR) Facility

For more information: Gary J. Jones, gjjones@sandia.gov



Sandia/Caterpillar Optical Research Engine Lab in California is used to develop understanding to reduce pollutants and enhance efficiency of diesel engines. The lab is part of the Combustion Research Facility.

- Engineering Sciences Experimental Facilities
- Explosive Components Facility
- Geomechanics Laboratory

Regular

Level

Other

23%

Workforce

by Degree

Our People

Sandia has about 8,600 (full-time equivalent) employees, located primarily in Albuquerque, N.M., and Livermore, Calif. Sandians also work at the Pantex Plant near Amarillo, Texas, the Waste Isolation Pilot Plant near Carlsbad, N.M., the Kauai Test Facility in Hawaii, and the Tonopah Test Range in Nevada. The workforce consists of highly educated and highly skilled engineers, scientists, technologists, and administrative support staff. Among the Labs' employees, almost 1,500 hold doctoral degrees and about 2,400 have master's degrees.

Sandians each year are recognized for a variety of breakthrough technologies, technical excellence, lifetime achievements, and contributions to national security. Through 2004, Sandians had received about 70 R&D 100 Awards, presented by *R&D Magazine* to the developers of the year's most significant technical developments. Seven Sandians have

received prestigious E. O. Lawrence Awards and six have received Distinguished Associate Awards from the U.S. Department of Energy. Sixteen Sandia individuals or teams have won Lockheed Martin Corp. Nova Technology Awards. In addition, many Sandians each year are recognized by their peers and with awards presented by professional organizations.

Sandia is committed to being an employer of choice, emphasizing quality of life as well as career opportunities that include developing cutting-edge technologies and working on national security challenges under the mentorship of some of America's best and brightest scientists and engineers.

Sandia is an equal opportunity employer.

f choice, emphasizing
a that include developan national security
America's best and

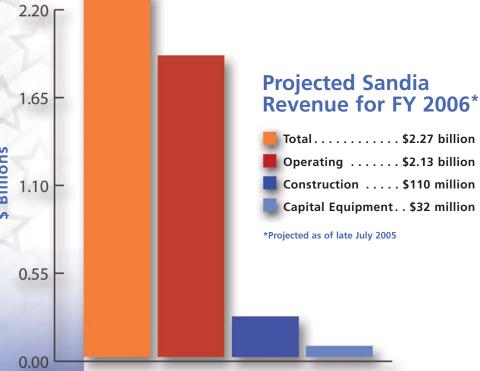
Associate's
12%

Ph.D.

18%

The Combustion Research Facility (CRF) at Sandia's California site celebrated its 25th anniversary in 2005. This group of researchers and managers was recognized recently as CRF "originals," having worked at the facility since its inception.

Budget



Community Involvement

Sandians have long maintained a tradition of community service. We believe community involvement is an important part of being a good corporate citizen.

Sandia's community involvement focuses on growth strategies, workforce development, youth education, transportation issues, leadership programs, business development, and strong contributions programs. Sandia provides major economic benefits locally, regionally, and nationally through its approximately 8,600 employees, who generate a payroll of about \$821 million in direct salaries.

Sandia as a corporation and Sandians as individuals are known for their commitment to building the health of their communities through contributions of personal time and resources. This tradition is strongly supported by Lockheed Martin Corp. Sandians annually volunteer tens of thousands of hours to helping others.

Sandia employees and retirees contribute about \$2.5 million to charitable organizations through the Laboratories' annual giving campaigns — the Employee Contribution Plan for United Way of Central of New Mexico and the Livermore Employee Assistance Program in California.

Employees support many other good causes with money, gifts, and time, particularly during the end-of-year holiday season. One such holiday-season program — now a nearly 50-year tradition — is the Shoes for Kids program, which each year provides shoes for hundreds of needy Albuquerque-area elementary-school-aged children. Make a Difference Day, a national day of volunteering, prompts many Sandians, retirees, and their families to pack holiday food boxes, paint and repair homes of the elderly, and offer assistance to local charitable organizations.

Sandia's commitment to education focuses on educational outreach programs that help set the stage for scholastic success. Sandians each year judge science fairs, speak at career events, help

teach in classrooms, and serve as mentors and tutors. Sandia's National Atomic Museum offers educational programs that touch thousands of schoolchildren each year.

Sandia internships bring nearly a thousand students to the Albuquerque and Livermore sites each year to work on Sandia projects and learn about the Labs.

Kids at Cuidando Los Niños are all smiles as they check out the new bus provided in part with funds raised by Sandia's unions, with help from management and Lockheed Martin.



Project leader Jeb Flemming holds a test version of the ElectroNeedles device, which could one day eliminate the need for diabetes patients to draw blood to test glucose levels.

Did You Know?

- Sandia designs and develops more than 90 percent of the 3,000-6,500 components in a modern nuclear weapon. Since 1993, Sandia has also manufactured some of the most complex nuclear weapon components.
- Sandia played a key role in helping NASA determine that foam debris impacting the orbiter wing during launch most likely caused the 2003 space shuttle Columbia disaster.
- Sandia is building major new facilities to enable the laboratory to become a world leader in nanotechnology and microsystems engineering.
- Sandia and Lockheed Martin jointly developed the SnifferStarTM chemical sensor that operates on unmanned aerial vehicles and relays reports on chemical detections within 20 seconds of air sampling.
- Sandia invented the clean room in 1960, helping to spark today's multibillion- dollar microelectronics industry.
- Sandia's pulsed power program is bringing science a giant step closer to understanding and realizing the development of fusion as an energy source.
- Sandia developed technology that can electronically "sniff" airline passengers before they board and determine whether they have handled explosives recently.
- Sandia research has spawned a number of medical advancements, including a novel micron-sized device whose tiny needles penetrate painlessly into the skin, providing a way to measure glucose levels or other molecules in the body.
- Sandia operates one of the world's most advanced robotics and intelligent machines facilities.
- Sandia's major full-scale testing facilities include a two-mile-long rocket sled track, centrifuges, solar tower, and burn areas. A new thermal test facility will allow burn tests for large objects in a contained structure.

- Sandia and Law Enforcement Technologies, Inc., jointly developed a tool that allows police officers and military personnel to instantly determine on the scene whether a suspect has recently fired a gun.
- For more than 40 years, Sandia has designed sensors and other systems for satellites that continuously monitor the globe for clandestine nuclear tests.
- Five generations of Sandia-developed radiationhardened microchips have ensured that electronics in defense and space hardware can operate in highradiation environments.
- Sandia modeling efforts supported and helped guide the National Transportation Safety Board to confirm that the TWA 800 accident of July 1997 most likely was the result of an unintended ignition of the fuelair mixture in a fuel tank.

Sandia's Red Storm computer was completed in 2005. With a speed of 41 trillion operations per second, it is one of the most powerful computers on the planet.



For more information about Sandia, please contact the Public Relations and Communications Center at (505) 844-4902 or visit our Web site at http://www.sandia.gov for Sandia/New Mexico and http://www.ca.sandia.gov for Sandia/California.

Several Sandia projects were instrumental in helping NASA with its Space Shuttle *Discovery's* return-to-flight mission in July 2005. The shuttle's robotic arm, seen in the above image, was used to deploy a Sandia-developed laser imager during the flight.

ON CONTROL CENTER





A Department of Energy National Laboratory





Sandia is a multiprogram laboratory operated by Sandia Corporation, a Lockheed Martin Company, for the United States Department of Energy's National Nuclear Security Administration under contract DE-AC04-94AL85000. SAND2004-1623P. CA.MV.9/05